

# Department of Commerce

<b>DIVISION SUMMARY:</b>	<b>FY 2006 Total Appr</b>	<b>FY 2006 Actual</b>	<b>FY 2007 Total Appr</b>	<b>FY 2008 Request</b>	<b>FY 2008 Gov Rec</b>	<b>FY 2008 Approp</b>
<b>BY PROGRAM</b>						
Commerce	29,809,400	22,917,600	39,382,500	51,144,400	32,015,800	47,477,100
Idaho Rural Partnership	289,200	289,200	287,600	332,500	292,600	293,900
Total:	30,098,600	23,206,800	39,670,100	51,476,900	32,308,400	47,771,000
<b>BY FUND SOURCE</b>						
General	7,082,000	7,082,000	8,331,100	26,220,700	7,508,100	7,906,800
Dedicated	6,796,500	6,431,400	14,958,800	8,518,200	8,404,300	23,448,000
Federal	16,220,100	9,693,400	16,380,200	16,738,000	16,396,000	16,416,200
Total:	30,098,600	23,206,800	39,670,100	51,476,900	32,308,400	47,771,000
Percent Change:		(22.9%)	70.9%	29.8%	(18.6%)	20.4%
<b>BY EXPENDITURE CLASSIFICATION</b>						
Personnel Costs	3,660,800	3,294,000	3,523,200	4,596,600	3,678,100	3,735,800
Operating Expenditures	4,548,100	4,756,100	5,637,900	6,322,000	5,576,300	5,598,300
Capital Outlay	8,200	5,000	33,000	28,000	28,000	110,900
Trustee/Benefit	21,881,500	15,151,700	24,226,000	40,530,300	23,026,000	23,326,000
Lump Sum	0	0	6,250,000	0	0	15,000,000
Total:	30,098,600	23,206,800	39,670,100	51,476,900	32,308,400	47,771,000
Full-Time Positions (FTP)	55.50	55.50	56.50	67.50	56.50	57.00

In accordance with Idaho Code §67-3519, this department is authorized no more than 57 full-time equivalent positions at any point during the period July 1, 2007 through June 30, 2008 for the programs specified.

	<b>FTP</b>	<b>Gen</b>	<b>Ded</b>	<b>Fed</b>	<b>Total</b>
<b>FY 2007 Original Appropriation</b>	<b>56.50</b>	<b>8,331,100</b>	<b>14,958,800</b>	<b>16,380,200</b>	<b>39,670,100</b>
Removal of One-Time Expenditures	0.00	(950,000)	(6,592,400)	(1,600)	(7,544,000)
<b>FY 2008 Base</b>	<b>56.50</b>	<b>7,381,100</b>	<b>8,366,400</b>	<b>16,378,600</b>	<b>32,126,100</b>
Benefit Costs	0.00	30,500	10,700	6,500	47,700
Inflationary Adjustments	0.00	0	0	0	0
Replacement Items	0.00	28,000	0	0	28,000
Statewide Cost Allocation	0.00	100	(300)	(400)	(600)
Change in Employee Compensation	0.00	98,900	35,800	20,200	154,900
<b>FY 2008 Program Maintenance</b>	<b>56.50</b>	<b>7,538,600</b>	<b>8,412,600</b>	<b>16,404,900</b>	<b>32,356,100</b>
Line Items	0.50	368,200	15,035,400	11,300	15,414,900
<b>FY 2008 Total</b>	<b>57.00</b>	<b>7,906,800</b>	<b>23,448,000</b>	<b>16,416,200</b>	<b>47,771,000</b>
% Chg from FY 2007 Orig Approp.	0.9%	(5.1%)	56.8%	0.2%	20.4%

## I. Department of Commerce: Commerce

**STARS Number & Budget Unit:** 240 COAA, 240 COAB(Cont), 240 COAD

**Bill Number & Chapter:** H330 (Ch.359), S1228 (Ch.367)

PROGRAM DESCRIPTION: Promotes a healthy state economy by working to: (1) Expand existing Idaho industries; (2) Promote investments in Idaho; (3) Develop markets for Idaho products and services; (4) Attract new businesses to Idaho; (5) Promote Idaho's travel industry; (6) Improve Idaho's image; (7) Provide technical assistance to local governments and administer the Community Development Block Grant program. [Statutory Authority: Idaho Code §67-4701 et seq.]

PROGRAM SUMMARY:	FY 2006 Total Appr	FY 2006 Actual	FY 2007 Total Appr	FY 2008 Request	FY 2008 Gov Rec	FY 2008 Approp
BY FUND SOURCE						
General	7,082,000	7,082,000	8,331,100	26,068,100	7,508,100	7,906,800
Dedicated	6,671,200	6,306,100	14,724,700	8,389,700	8,162,800	23,205,200
Federal	16,056,200	9,529,500	16,326,700	16,686,600	16,344,900	16,365,100
Total:	29,809,400	22,917,600	39,382,500	51,144,400	32,015,800	47,477,100
Percent Change:		(23.1%)	71.8%	29.9%	(18.7%)	20.6%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	3,496,700	3,129,900	3,413,600	4,444,000	3,563,300	3,619,700
Operating Expenditures	4,423,000	4,631,000	5,459,900	6,142,100	5,398,500	5,420,500
Capital Outlay	8,200	5,000	33,000	28,000	28,000	110,900
Trustee/Benefit	21,881,500	15,151,700	24,226,000	40,530,300	23,026,000	23,326,000
Lump Sum	0	0	6,250,000	0	0	15,000,000
Total:	29,809,400	22,917,600	39,382,500	51,144,400	32,015,800	47,477,100
Full-Time Positions (FTP)	54.50	54.50	55.50	65.50	55.50	56.00
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2007 Original Appropriation	55.50	8,331,100	14,724,700	16,326,700	39,382,500	
Removal of One-Time Expenditures	0.00	(950,000)	(6,592,200)	(1,600)	(7,543,800)	
FY 2008 Base	55.50	7,381,100	8,132,500	16,325,100	31,838,700	
Benefit Costs	0.00	30,500	9,400	6,500	46,400	
Replacement Items	0.00	28,000	0	0	28,000	
Statewide Cost Allocation	0.00	100	(300)	(400)	(600)	
Change in Employee Compensation	0.00	98,900	30,600	20,200	149,700	
FY 2008 Maintenance (MCO)	55.50	7,538,600	8,172,200	16,351,400	32,062,200	
4. State TechConnect Program	0.00	300,000	0	0	300,000	
19. De-merger Costs	0.50	68,200	33,000	13,700	114,900	
20. Trailer to H330 (for transfer)	0.00	0	15,000,000	0	15,000,000	
FY 2008 Total Appropriation	56.00	7,906,800	23,205,200	16,365,100	47,477,100	
% Change From FY 2007 Original Approp.	0.9%	(5.1%)	57.6%	0.2%	20.6%	

APPROPRIATION HIGHLIGHTS: Benefit costs were adjusted to restore one medical insurance premium holiday and seven life insurance premium holidays. JFAC also stipulated that increases in health insurance costs be paid from reserves. Funding for replacement items included \$28,000 for a passenger van. Statewide cost allocation adjustments reflect an increase of \$800 for Attorney General fees, a reduction of \$1,100 for Controller fees and a reduction of \$300 for Treasurer fees. The Change in Employee Compensation was funded at 5%. Two Line Items were included in the appropriation bill: Line Item No. 4 provided \$300,000 (General fund, one-time) for the State TechConnect program; and, Line Item No. 19 provided \$114,900 and 0.5 FTP to Commerce related to the de-merger of Commerce from the Department of Labor (See, H222).

COMMENT: Section 6 of the Department of Commerce's appropriation bill (S1228) authorized the fiscal year 2008 transfer of \$1 million from the Incumbent Worker Training Revolving Loan Fund to the Film and Television Production Rebate Fund. However, because the germane bill creating the Film and Television Production Rebate Fund failed to become law (it died in the House of Representatives), the transfer authorized by Section of S1228 is of no effect. The \$1 million will remain in the Incumbent Worker Training Revolving Loan Fund until the Legislature decides to move it elsewhere.

OTHER LEGISLATION: Section 4 of House Bill 330 transferred \$60 million from the General Fund to the Economic Recovery Reserve Fund at the beginning of fiscal year 2008. Of that amount, Section 5 of the bill appropriates \$15 million (of the \$60 million transferred in Section 4) to the Department of Commerce on a contingency basis for a six-month period before the Legislature returns for the 2008 session. Sections 1, 2, and 3 of the bill state finds of the Legislature concerning earmarking resources to address economic issues before the next legislative session.

<b>FY 2008 APPROPRIATION:</b>	<b>FTP</b>	<b>Pers. Cost</b>	<b>Oper Exp</b>	<b>Cap Out</b>	<b>T/B Pymnts</b>	<b>Lump Sum</b>	<b>Total</b>
G 0001-00 General	36.60	2,351,900	1,423,000	0	3,750,000	0	7,524,900
OT G 0001-00 General	0.00	0	0	81,900	300,000	0	381,900
OT D 0150-01 Economic Recovery	0.00	0	0	0	0	15,000,000	15,000,000
D 0212-00 Tourism & Promotion	10.40	654,800	3,215,500	0	3,655,200	0	7,525,500
OT D 0212-00 Tourism & Promotion	0.00	0	0	14,900	0	0	14,900
D 0349-00 Miscellaneous Rev	1.00	125,900	157,400	0	0	0	283,300
OT D 0349-00 Miscellaneous Rev	0.00	0	0	3,300	0	0	3,300
D 0401-00 Seminars and Publ.	0.00	0	378,200	0	0	0	378,200
F 0348-00 Federal Grant	8.00	487,100	246,400	0	15,620,800	0	16,354,300
OT F 0348-00 Federal Grant	0.00	0	0	10,800	0	0	10,800
Totals:	56.00	3,619,700	5,420,500	110,900	23,326,000	15,000,000	47,477,100

## II. Department of Commerce: Idaho Rural Partnership

**STARS Number & Budget Unit:** 240 COAC, 240 EMAF

**Bill Number & Chapter:** S1228 (Ch.367)

The Idaho Rural Partnership (IRP), reauthorized by Exec. Order No. 2007-03, joins diverse public and private resources in innovative collaborations to strengthen communities and improve life in rural Idaho. The IRP Board of Directors has established the following issues and activities as priorities for IRP action: (1) serve as a "champion" for rural Idaho; (2) expand competitive access to domestic and international markets; (3) seek resolution of conflicts especially on environmental issues; (4) provide leadership training and development; and (5) serve as a "One Stop Shop" for information on rural resources.

<b>PROGRAM SUMMARY:</b>	<b>FY 2006 Total Appr</b>	<b>FY 2006 Actual</b>	<b>FY 2007 Total Appr</b>	<b>FY 2008 Request</b>	<b>FY 2008 Gov Rec</b>	<b>FY 2008 Approp</b>
<b>BY FUND SOURCE</b>						
General	0	0	0	152,600	0	0
Dedicated	125,300	125,300	234,100	128,500	241,500	242,800
Federal	163,900	163,900	53,500	51,400	51,100	51,100
Total:	289,200	289,200	287,600	332,500	292,600	293,900
Percent Change:		0.0%	(0.6%)	15.6%	1.7%	2.2%
<b>BY EXPENDITURE CLASSIFICATION</b>						
Personnel Costs	164,100	164,100	109,600	152,600	114,800	116,100
Operating Expenditures	125,100	125,100	178,000	179,900	177,800	177,800
Total:	289,200	289,200	287,600	332,500	292,600	293,900
Full-Time Positions (FTP)	1.00	1.00	1.00	2.00	1.00	1.00
<b>DECISION UNIT SUMMARY:</b>						
	<b>FTP</b>	<b>General</b>	<b>Dedicated</b>	<b>Federal</b>	<b>Total</b>	
<b>FY 2007 Original Appropriation</b>	<b>1.00</b>	<b>0</b>	<b>234,100</b>	<b>53,500</b>	<b>287,600</b>	
Removal of One-Time Expenditures	0.00	0	(200)	0	(200)	
<b>FY 2008 Base</b>	<b>1.00</b>	<b>0</b>	<b>233,900</b>	<b>53,500</b>	<b>287,400</b>	
Benefit Costs	0.00	0	1,300	0	1,300	
Change in Employee Compensation	0.00	0	5,200	0	5,200	
<b>FY 2008 Maintenance (MCO)</b>	<b>1.00</b>	<b>0</b>	<b>240,400</b>	<b>53,500</b>	<b>293,900</b>	
10. Fund Shift--IRP	0.00	0	2,400	(2,400)	0	
<b>FY 2008 Total Appropriation</b>	<b>1.00</b>	<b>0</b>	<b>242,800</b>	<b>51,100</b>	<b>293,900</b>	
% Change From FY 2007 Original Approp.	0.0%		3.7%	(4.5%)	2.2%	

**APPROPRIATION HIGHLIGHTS:** Benefit costs were adjusted to restore one medical insurance premium holiday and seven life insurance premium holidays. JFAC also stipulated that increases in health insurance costs be paid from reserves. The Change in Employee Compensation was funded at 5%. One Line Item was included in the appropriation bill: Line Item 10 reflects a shift of \$2,400 in spending authority from federal to dedicated funds.

**COMMENTS:** H56 codified the Idaho Rural Partnership (IRP) as an independent public body corporate and politic. Although the legislation did not place the administration of the program under a state agency, the Department of Agriculture and the Idaho Rural Partnership (IRP) have indicated they will enter into a Memorandum of Understanding that will have the IRP become a program under the Department of Agriculture.

<b>FY 2008 APPROPRIATION:</b>	<b>FTP</b>	<b>Pers. Cost</b>	<b>Oper Exp</b>	<b>Cap Out</b>	<b>T/B Pymnts</b>	<b>Lump Sum</b>	<b>Total</b>
D 0349-00 Miscellaneous Rev	1.00	116,100	126,700	0	0	0	242,800
F 0348-00 Federal Grant	0.00	0	51,100	0	0	0	51,100
Totals:	1.00	116,100	177,800	0	0	0	293,900